

STATE OF WASHINGTON



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)	
)	No: D02- 43
VALLEY FORGE LIFE)	
INSURANCE COMPANY,)	ORDER TO CEASE AND
)	DESIST AND TO PAY FINE
<u>An Authorized Insurer</u>)	

TO: Valley Forge Life Insurance Company
CNA Plaza
333 S. Wabash Avenue
Chicago, IL 60685

Pursuant to RCW 48.02.080(3)(a) and RCW 48.05.140(2), you are forthwith Ordered to Cease and Desist in the use of agent mailing lists provided to you by the Office of the Insurance Commissioner for any purpose other than the notification of educational classes, in particular cease and desist from the use of the agent mailing list for any profit seeking activity not specifically authorized by the Insurance Commissioner in a manner consistent with Washington State law.

It is further Ordered that within thirty days of the receipt of this Order, pending your right to demand a hearing, a fine in the amount of \$25,000 is levied against Valley Forge Life Insurance Company for its violation of Washington State law, specifically RCW 42.17.260(9) and WAC 284-17-280, \$15,000 of which is suspended on the condition of Valley Forge Life Insurance Company's future compliance with this Order to Cease and Desist, and \$10,000 of which is payable to the Office of the Insurance Commissioner within thirty days of the effective date of this Order.

THIS ORDER IS BASED ON THE FOLLOWING:

The Insurance Commissioner of the State of Washington finds that Valley Forge Life Insurance Company utilized a list of agents issued to it pursuant to WAC 284-17-280 by OIC for profit making activity, in violation of the Public Disclosure Law, RCW 42.17.260(9), and the specific notarized agreement between Valley Forge Life Insurance Company and OIC executed on October 1, 2001, promising that the company would use the agent information provided only for approved purposes and not for commercial purposes.

Entered this 26th day of March, 2002.

MIKE KREIDLER
Insurance Commissioner

By: _____
Charles D. Brown
Staff Attorney